

# **FISCAL NOTE**

## **HB 2170 - SB 2220**

March 10, 2005

**SUMMARY OF BILL:** Requires persons, businesses or government agencies that discover a breach of information security, resulting in the disclosure of personal information to unauthorized third parties, to provide proper notice. Failure to provide notice is punishable as a Class B misdemeanor, through civil penalties and by private rights of action.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Revenues – Not Significant**  
**Increase State Expenditures – Not Significant**

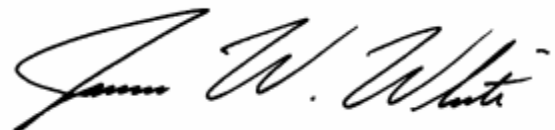
**Increase Local Govt. Revenues – Not Significant**  
**Increase Local Govt. Expenditures – Not Significant**

#### **Assumptions:**

- A not significant increase in state revenues from the collection of civil penalties.
- A not significant increase in state expenditures to implement and monitor the provisions of this bill.
- There will not be a sufficient number of prosecutions for local governments to experience any significant increase in revenues or expenses.
- Some increase in cases in the court system, through private rights of action, which will result in additional state and local government expenditures for processing cases and additional state and local government revenues from fees, taxes and costs collected. However, such increases will not be significant.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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